

**STATE BONDING FUND**  
**INVESTMENT PERFORMANCE REPORT AS OF APRIL 30, 2003**

	April-03				March-03				December-02				September-02				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation	Actual	Month	Market Value	Allocation	Actual	Quarter	Market Value	Allocation	Actual	Quarter	Market Value	Allocation	Actual	Quarter	Fiscal YTD	FY02	Ended	Ended
				Net ROR				Net ROR				Net ROR				Net ROR	Net	Net	6/30/2002	6/30/2002
<b>LARGE CAP DOMESTIC EQUITY</b>																				
<i>Structured Growth</i>																				
<i>AllianceBernstein</i>	138,166	2.8%	2.3%	7.08%	127,347	2.7%	2.3%	-0.09%	90,682	1.9%	2.3%	2.89%	88,119	1.9%	2.3%	-13.54%	-4.83%	-28.65%	-16.80%	N/A
<i>Russell 1000 Growth</i>				7.39%				-1.07%				7.15%				-15.05%	-3.29%	-26.49%	-16.15%	N/A
<i>Structured Value</i>																				
<i>LSV</i>	104,896	2.1%	2.3%	7.97%	95,907	2.0%	2.3%	-5.73%	101,706	2.1%	2.3%	6.53%	95,492	2.1%	2.3%	-18.60%	-11.74%	2.41%	5.40%	N/A
<i>Russell 1000 Value</i>				8.80%				-4.86%				9.22%				-18.77%	-8.17%	-8.96%	-2.92%	N/A
<i>S&amp;P 500 Index</i>																				
<i>State Street</i>	524,347	10.6%	10.5%	8.26%	478,114	10.1%	10.5%	-3.17%	473,725	10.0%	10.5%	8.41%	436,958	9.6%	10.5%	-17.26%	-5.97%	-18.03%	-9.27%	3.58%
<i>S&amp;P 500</i>				8.24%				-3.15%				8.44%				-17.28%	-5.97%	-17.99%	-9.18%	3.67%
<b>TOTAL LARGE CAP DOMESTIC EQUITY</b>	767,409	15.6%	15.0%	8.00%	701,367	14.8%	15.0%	-3.02%	666,113	14.0%	15.0%	7.34%	620,568	13.6%	15.0%	-16.96%	-6.64%	-16.89%	-8.30%	3.74%
<i>S&amp;P 500</i>				8.24%				-3.15%				8.44%				-17.28%	-5.97%	-17.99%	-9.18%	3.67%
<b>SMALL CAP DOMESTIC EQUITY</b>																				
<i>Manager-of-Managers</i>																				
<i>SEI</i>	256,744	5.2%	5.0%	9.39%	217,222	4.6%	5.0%	-4.21%	226,769	4.8%	5.0%	4.91%	216,166	4.7%	5.0%	-19.31%	-11.30%	-11.77%	N/A	N/A
<i>Russell 2000 + 200bp</i>				9.65%				-4.00%				6.68%				-20.97%	-11.25%	-7.96%	N/A	N/A
<b>TOTAL SMALL CAP DOMESTIC EQUITY</b>	256,744	5.2%	5.0%	9.39%	217,222	4.6%	5.0%	-4.21%	226,769	4.8%	5.0%	4.91%	216,166	4.7%	5.0%	-19.31%	-11.30%	-11.69%	2.22%	4.32%
<i>Russell 2000</i>				9.48%				-4.49%				6.16%				-21.40%	-12.74%	-8.59%	1.67%	4.44%
<b>CONVERTIBLES</b>																				
<i>TCW</i>	503,331	10.2%	10.0%	6.19%	490,295	10.3%	10.0%	1.16%	484,597	10.2%	10.0%	8.15%	448,073	9.8%	10.0%	-10.05%	4.50%	-20.37%	-2.22%	N/A
<i>First Boston Convertible Index</i>				5.25%				3.82%				9.83%				-8.47%	9.84%	-12.44%	0.11%	N/A
<b>INTERNATIONAL EQUITY</b>																				
<i>Large Cap - Active</i>																				
<i>Capital Guardian</i>	463,068	9.4%	9.0%	9.84%	393,793	8.3%	9.0%	-10.00%	437,480	9.2%	9.0%	7.30%	408,577	9.0%	10.0%	-20.58%	-15.75%	-12.10%	-2.96%	2.87%
<i>MSCI EAFE - 50% Hedged</i>				9.18%				-9.03%				4.04%				-20.02%	-17.35%	-14.62%	-7.32%	-1.89%
<i>Small Cap - Value</i>																				
<i>Lazard</i>	52,685	1.1%	1.0%	10.50%	44,334	0.9%	1.0%	-7.11%	47,790	1.0%	1.0%	N/A	-	0.0%	10.0%	N/A	N/A	N/A	N/A	N/A
<i>SSB BROAD MARKET INDEX &lt; \$2BN</i>				8.30%				-2.09%				N/A				N/A	N/A	N/A	N/A	N/A
<b>TOTAL INTERNATIONAL EQUITY</b>	515,753	10.5%	10.0%	9.91%	438,127	9.2%	10.0%	-9.71%	485,271	10.2%	10.0%	7.81%	408,577	9.0%	10.0%	-20.58%	-15.03%	-12.10%	-2.96%	2.87%
<i>MSCI EAFE - 50% Hedged</i>				9.18%				-9.03%				4.04%				-20.02%	-17.35%	-14.62%	-7.32%	-1.89%
<b>DOMESTIC FIXED INCOME</b>																				
<i>Core Bond</i>																				
<i>Western Asset</i>	1,222,846	24.8%	25.0%	1.70%	1,243,291	26.2%	25.0%	2.16%	1,260,272	26.5%	25.0%	2.96%	1,229,080	26.9%	25.0%	3.51%	10.73%	8.36%	8.53%	7.80%
<i>Lehman Aggregate</i>				0.83%				1.39%				1.57%				4.58%	8.59%	8.62%	8.10%	7.57%
<i>Index</i>																				
<i>Bank of ND</i>	667,951	13.5%	15.0%	1.05%	683,444	14.4%	15.0%	1.65%	668,538	14.1%	15.0%	1.65%	688,481	15.1%	15.0%	5.96%	10.63%	8.38%	7.79%	7.42%
<i>Bank of ND CD'S</i>	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	5.04%	5.55%	5.48%
<b>Total Index</b>	667,951	13.5%	15.0%	1.05%	683,444	14.4%	15.0%	1.65%	668,538	14.1%	15.0%	1.65%	688,481	15.1%	15.0%	5.96%	10.63%	8.14%	7.66%	7.30%
<i>Lehman Gov/Credit</i>				1.07%				1.65%				1.73%				5.70%	10.46%	8.24%	7.86%	7.47%
<i>BBB Average Quality</i>																				
<i>Strong</i>	522,270	10.6%	10.0%	2.62%	526,601	11.1%	10.0%	3.29%	506,945	10.7%	10.0%	4.48%	487,305	10.7%	10.0%	3.08%	14.15%	N/A	N/A	N/A
<i>Lehman US Credit BAA</i>				2.77%				3.40%				4.59%				2.70%	14.14%	N/A	N/A	N/A
<b>TOTAL DOMESTIC FIXED INCOME</b>	2,413,067	48.9%	50.0%	1.72%	2,453,336	51.7%	50.0%	1.63%	2,435,755	51.2%	50.0%	2.89%	2,404,866	52.7%	50.0%	4.11%	10.73%	7.55%	7.88%	7.42%
<i>Lehman Gov/Credit</i>				1.07%				1.65%				1.73%				5.70%	10.46%	8.24%	7.86%	7.47%
<b>CASH EQUIVALENTS</b>																				
<i>Bank of ND</i>	474,611	9.6%	10.0%	0.11%	441,481	9.3%	10.0%	0.35%	459,252	9.7%	10.0%	0.41%	465,531	10.2%	10.0%	0.48%	1.36%	2.41%	4.76%	4.99%
<i>90 Day T-Bill</i>				0.09%				0.30%				0.43%				0.45%	1.28%	2.63%	4.68%	4.84%
<b>TOTAL BONDING FUND</b>	4,930,916	100.00%	100.00%	4.07%	4,741,827	100.00%	100.00%	-0.30%	4,757,758	100.00%	100.00%	4.21%	4,563,781	100.00%	100.00%	-4.50%	3.26%	-2.86%	2.87%	6.19%
<i>POLICY TARGET BENCHMARK</i>				3.60%				-0.30%				3.96%				-3.96%	3.12%	-1.19%	2.83%	5.77%

NOTE: Monthly returns and market values are preliminary and subject to change.